GOVERNMENT OF INDIA
COMMERCE AND INDUSTRY
LOK SABHA

UNSTARRED QUESTION NO:171
ANSWERED ON:26.02.2008
CAPITAL INVESTMENT
Jogi Shri Ajit

Will the Minister of COMMERCE AND INDUSTRY be pleased to state:

(a) the quantum of total capital investment made in the industrial sector of the country during the current financial year;

(b) whether China has attracted more investment in comparison to India;

(c) if so, the details thereof; and

(d) the steps being taken for attracting more capital investment funds in the industrial sector of the country?

Answer

THE MINISTER OF STATE IN THE MINISTRY OF COMMERCE & INDUSTRY(SHRI ASHWANI KUMAR)

(a): As per the latest data available, the capital invested as measured by the Gross Capital Formation for Industry for the year 2006-07 is Rs.801821 crore .

(b) & (c): As per the World Invest Report 2007 brought out by the United Nations Conference on Trade and Development (UNCTAD), inflow of foreign direct investment (FDI) into China in 2006 was US$ 69.468 billion as compared to the inflow of US$ 16.881 billion into India.

(d): Government has put in place a liberal, transparent and investor-friendly FDI policy according to which FDI up to 100% is permitted on the automatic route in most sectors/activities. FDI inflows into India has risen from US$ 2.6 billion in 2003-04 to US$ 15.7 billion in 2006-07. During the current financial year, the FDI inflows during April-December 2007 was US$ 12.7 billion.